

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 2007

(In Thousands)

	STATE EMPLOYEES' DEFERRED COMPENSATION FUNDS	LEGISLATIVE PENSION BENEFITS FUND	LEGISLATIVE OTHER POSTEMPLOYMENT BENEFITS FUND	STATE POLICE PENSION BENEFITS FUND
<b>ADDITIONS</b>				
Contributions:				
From participants	\$ 189,165	\$ 18	\$ 146	\$ 101
From employers	-	-	3,681	24,323
From other plans	3,565	-	-	-
From other governmental	-	-	-	-
Investment Income:				
Net appreciation (depreciation)				
in fair value of investments	335,671	23,291	-	175,537
Interest, dividends, and other	179,204	4,797	2,165	27,450
Securities lending income	-	-	-	12,899
Less Investment Expense:				
Investment activity expense	-	614	-	1,895
Securities lending expense	-	-	-	12,377
Net investment income (loss)	514,876	27,473	2,165	201,614
Miscellaneous income	1,186	429	1,451	47
Total Additions	708,791	27,921	7,443	226,085
<b>DEDUCTIONS</b>				
Benefits paid to participants or beneficiaries	253,817	9,831	-	84,930
Medical, dental, and life insurance for retirants	-	-	4,491	-
Refunds and transfers to other systems	376	193	-	1
Administrative expense	6,768	342	-	401
Transfers to other funds	-	-	-	1
Total Deductions	260,961	10,366	4,491	85,333
Net increase (decrease)	447,830	17,554	2,952	140,752
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - Beginning of fiscal year	3,768,657	170,100	13,421	1,204,248
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - End of fiscal year	\$ 4,216,487	\$ 187,654	\$ 16,373	\$ 1,345,000
Reconciliation of Net Increase in Assets:				
Net increase (decrease) in assets held in trust for pension benefits	\$ -	\$ 17,554	\$ -	\$ 140,752
Net increase (decrease) in assets held in trust for postemployment benefits	-	-	2,952	-
Net increase (decrease) in assets held in trust for deferred compensation participants	447,830	-	-	-
Total net increase (decrease)	\$ 447,830	\$ 17,554	\$ 2,952	\$ 140,752

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY  
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUSTS**  
FISCAL YEAR ENDED SEPTEMBER 30, 2007  
(In Thousands)

	STATE POLICE OTHER POSTEMPLOYMENT BENEFITS FUND	STATE EMPLOYEES' PENSION BENEFITS FUND	STATE EMPLOYEES' OTHER POSTEMPLOYMENT BENEFITS FUND
<b>ADDITIONS</b>			
Contributions:			
From participants	\$ 1,220	\$ 19,696	\$ 11,761
From employers	27,840	150,859	359,375
From other plans	-	41,410	-
From other governmental	-	-	-
Investment Income:			
Net appreciation (depreciation) in fair value of investments	-	1,564,591	-
Interest, dividends, and other	-	248,766	1,500
Securities lending income	-	116,787	-
Less Investment Expense:			
Investment activity expense	-	16,475	-
Securities lending expense	-	112,080	-
Net investment income (loss)	-	1,801,588	1,500
Miscellaneous income	-	766	-
Total Additions	29,060	2,014,318	372,636
<b>DEDUCTIONS</b>			
Benefits paid to participants or beneficiaries	-	795,842	-
Medical, dental, and life insurance for retirants	29,060	-	363,975
Refunds and transfers to other systems	-	230	41,304
Administrative expense	-	5,102	-
Transfers to other funds	-	13	-
Total Deductions	29,060	801,187	405,279
Net increase (decrease)	-	1,213,131	(32,643)
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - Beginning of fiscal year	-	10,889,925	60,055
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - End of fiscal year	\$ -	\$ 12,103,057	\$ 27,412
Reconciliation of Net Increase in Assets:			
Net increase (decrease) in assets held in trust for pension benefits	\$ -	\$ 1,213,131	\$ -
Net increase (decrease) in assets held in trust for postemployment benefits	-	-	(32,643)
Net increase (decrease) in assets held in trust for deferred compensation participants	-	-	-
Total net increase (decrease)	\$ -	\$ 1,213,131	\$ (32,643)

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY  
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUSTS**  
FISCAL YEAR ENDED SEPTEMBER 30, 2007  
(In Thousands)

	PUBLIC SCHOOL EMPLOYEES' PENSION BENEFITS FUND	PUBLIC SCHOOL EMPLOYEES' OTHER POSTEMPLOYMENT BENEFITS FUND	JUDGES' PENSION BENEFITS FUND
<b>ADDITIONS</b>			
Contributions:			
From participants	\$ 356,761	\$ 77,207	\$ 1,846
From employers	835,366	671,680	-
From other plans	6	-	-
From other governmental	-	63	-
Investment Income:			
Net appreciation (depreciation)			
in fair value of investments	6,262,638	-	43,143
Interest, dividends, and other	961,169	50,417	6,842
Securities lending income	470,629	-	3,361
Less Investment Expense:			
Investment activity expense	68,058	-	406
Securities lending expense	451,817	-	3,224
Net investment income (loss)	7,174,561	50,417	49,716
Miscellaneous income	2,553	261	259
Total Additions	8,369,248	799,628	51,820
<b>DEDUCTIONS</b>			
Benefits paid to participants or beneficiaries	2,944,920	-	18,919
Medical, dental, and life insurance for retirants	-	590,226	-
Refunds and transfers to other systems	32,248	31	248
Administrative expense	24,418	63,315	182
Transfers to other funds	71	-	-
Total Deductions	3,001,657	653,572	19,349
Net increase (decrease)	5,367,591	146,056	32,471
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - Beginning of fiscal year	42,995,342	630,279	303,208
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - End of fiscal year	\$ 48,362,933	\$ 776,334	\$ 335,679
Reconciliation of Net Increase in Assets:			
Net increase (decrease) in assets held in trust for pension benefits	\$ 5,367,591	\$ -	\$ 32,471
Net increase (decrease) in assets held in trust for postemployment benefits	-	146,056	-
Net increase (decrease) in assets held in trust for deferred compensation participants	-	-	-
Total net increase (decrease)	\$ 5,367,591	\$ 146,056	\$ 32,471

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS (Continued)**

FISCAL YEAR ENDED SEPTEMBER 30, 2007

(In Thousands)

	JUDGES' OTHER POSTEMPLOYMENT BENEFITS FUND	STATE EMPLOYEES' DEFINED CONTRIBUTION RETIREMENT FUND	TOTALS
<b>ADDITIONS</b>			
Contributions:			
From participants	\$ 530	\$ 28,319	\$ 686,770
From employers	-	76,247	2,149,372
From other plans	-	21	45,002
From other governmental	-	-	63
Investment Income:			
Net appreciation (depreciation)			
in fair value of investments	-	83,328	8,488,199
Interest, dividends, and other	-	31,682	1,513,991
Securities lending income	-	-	603,676
Less Investment Expense:			
Investment activity expense	-	-	87,447
Securities lending expense	-	-	579,498
Net investment income (loss)	-	115,010	9,938,921
Miscellaneous income	116	241	7,307
Total Additions	646	219,839	12,827,435
<b>DEDUCTIONS</b>			
Benefits paid to participants or beneficiaries	-	37,322	4,145,582
Medical, dental, and life insurance for retirants	611	-	988,364
Refunds and transfers to other systems	-	3,804	78,434
Administrative expense	-	2,009	102,538
Transfers to other funds	-	-	85
Total Deductions	611	43,136	5,315,003
Net increase (decrease)	35	176,703	7,512,432
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - Beginning of fiscal year	7	739,607	60,774,847
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - End of fiscal year	\$ 41	\$ 916,310	\$ 68,287,279
Reconciliation of Net Increase in Assets:			
Net increase (decrease) in assets held in trust for pension benefits	\$ -	\$ 176,703	\$ 6,948,203
Net increase (decrease) in assets held in trust for postemployment benefits	35	-	116,399
Net increase (decrease) in assets held in trust for deferred compensation participants	-	-	447,830
Total net increase (decrease)	\$ 35	\$ 176,703	\$ 7,512,432